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U.S. ENVIRONMENTAL PEROTECTION AGENCY

REGION 10

SEATTLE, WASHINGTON 98101

APPLICATION OF: 12 Atlantic Richfield Company

> P. O. Box 360 99510 Anchorage, Alaska AND SOHIO Petroleum Company

Pouch 6-612 Anchorage, Alaska 99502 No. PSD-X79-05 APPROVAL OF APPLICATION TO CONSTRUCT

Pursuant to the Agency regulations for the Prevention of Significant Deterioration of Air Quality (PSD) set forth at Title 40, Code of the Federal Regulations, Part 52 and based upon information submitted on August 2, 1978 and November 7, 1978 by the Atlantic Richfield Company and the SOHIO Petroleum Company, the Regional Administrator now finds as follows:

FINDINGS

1. The Atlantic Richfield Company and the SOHIO Petroleum Company (hereafter referred to as ARCO/SOHIO) propose to install eleven natural gas fired turbines at the Prudhoe Bay oil field complex, Prudhoe Bay, Alaska.

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2. An analysis of projected emissions indicates that this 1 project has the potential to emit more than 250 tons per year of nitrogen oxides (NO_v), hydrocarbons (HC), and 3 carbon monoxide (CO), and is therefore subject to PSD review for those pollutants. 5 3. The proposed modification is located in an area 6 designated as "Class II" under Section 162(b) of the Clean 7 Air Act. 8 4. Modeling analyses of CO, NO, and HC have been 9 conducted and demonstrate that while emissions of these 10 pollutants will increase, the modification will not cause 11 any violations of the applicable National Ambient Air 12 Quality Standards or PSD increments so long as the plant 13 is operated in accordance with the conditions specified 14 below. With the application of best available control 15 technology, as required by Section 165(a)(4), operation of 16 the proposed turbines will meet the applicable PSD 17 requirements. 18 19 Accordingly, it is hereby determined that, subject to 20 the conditions set forth below, Atlantic Richfield Company 21 and SOHIO Petroleum Company will be permitted to perform 22 the installation of the turbines to the existing 23 24 facilities at Prudhoe Bay, Alaska. APPROVAL CONDITIONS 25 1. Emissions of nitrogen oxides (NO,), hydrocarbon 26 (HC), and carbon monoxide (CO) shall not exceed the 27 28 following: 29 30 31 32 APPROVAL OF APPLICATION TO CONSTRUCT - Page 2 of 5

POLLUTANT CONCENTRATION 1 QUANTITY NOX 150(14.4) Parts per million (ppm) 2 0.019 (at 15% oxygen) tons/yr/HP 3 42.0 pounds per million cubic feet HC of gas burned (1b/106 CF) 4 CO 115.0 1b/106CF 5 Y = Manufacturer's rated heat rate at peak load (Kilojoules 6 per watt hour) 7 2. With the exception of NO, HC, and CO, increases in 8 potential emissions of any pollutant regulated under the 9 Clean Air Act resulting from this modification will be less 10 than 250 tons per year. 11 ARCO/SOHIO shall notify Alaska Department of Environ-12 mental Conservation (ADEC) of any occurrence of any emissions 13 in excess of limits specified in Condition Numbers 1 and 2 14 above; such notification shall be forwarded to ADEC in 15 writing in a timely fashion and in each instance no later 16 than ten (10) days from the date of such occurrence. The 17 notification shall include an estimate of the resultant 18 emissions and a narrative report of the cause, duration and 19 steps taken to correct the problem and avoid a recurrence. 20 ARCO/SOHIO shall contemporaneously send a copy of all such 21 reports to EPA. 22 4. This approval shall become void if on-site construction 23 is not commenced within eighteen (18) months after receipt 24 of the approval or if on-site construction once initially 25 commenced is discontinued for a period of eighteen (18) 26 months. 27 As approved and conditioned by this permit any con-28 struction, modification or operation of the proposed 29 facility shall be in accordance with the application 30 31

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which resulted in this permit. Moreover, any such 1 activity which is undertaken by ARCO/SOHIO, or others 2 acting under the direction of ARCO/SOHIO in a manner which is inconsistent with this permit shall subject the 4 Atlantic Richfield Company and the SOHIO Petroleum Company 5 to EPA enforcement activities under the Clean Air Act. 6 6. ARCO/SOHIO shall be subject to Section 114 of the Clean 7 Air Act. Section 114 requirements include but are not 8 limited to: 9 a. Compliance Demonstration: 10 Within 60 days after achieving the maximum 11 production rate at which the turbines will be operated, 12 but not later than 180 days after initial startup of the 13 expansion project, NO, shall be tested as required under 14 Federal New Source Performance Standards (NSPS) (40 CFR 15 60.335). No compliance testing is required for HC or CO. 16 Emission Monitoring: b. 17 In addition to the NSPS monitoring requirements 18 (40 CFR 60.334), a continuous monitoring system shall be 19 installed and operated to measure and record the fuel 20 21 consumption for each turbine. This system shall be accurate to within + 5.0 percent. All fuel consumption 22 23 records shall be maintained for a period of two years and shall be available for inspection by ADEC and EPA upon 24 request. 25 7. EPA and ADEC shall be notified of the commencement of 26 27 construction date within thirty (30) days of the date 28 construction begins. 29 30

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Access to the source by EPA or State regulatory personnel will be permitted upon request for the purpose of compliance assurance inspections. Failure to allow such access is grounds for revocation of this permit.

MAY 17 1979 Date

Donald P. Dubois Regional Administrator

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